IN THE DISTRICT COURT OF THE UNITED STATES FOR THE MIDDLE DISTRICT OF ALABAMA EASTERN DIVISION

VFS LEASING CO.,)
Plaintiff,))
v.) CIVIL ACTION NO. 3:06cv638-SRW) (WO)
G. F. KELLY, INC. d/b/a)
KELLY TRUCKING; and GUY KELLY,)
)
Defendants.)

ORDER

This action is presently before the court on the Rule 56(f) motion filed by defendants on November 30, 2006 (Doc. # 13) seeking an extension of time until January 31, 2007 to respond to plaintiff's pending motion for summary judgment. Upon consideration of the motion, and plaintiff's response in opposition filed on December 1, 2006 (Doc. # 14), it is

ORDERED that the motion is GRANTED.² Plaintiff may file its reply brief within eleven days after defendants' response is filed.

¹ Under the briefing schedule established by the court's previous order, defendants' response is presently due on December 18, 2006.

² Plaintiff argues that it "had no duty to sell the repossessed equipment, let alone sell the repossessed equipment in a manner that meets the U.C.C.'s requirements for a commercially reasonable sale." (Doc. # 14, pp. 2-3). However, plaintiff did, in fact, sell the equipment and now seeks recovery pursuant to the liquidated damages provision in the contract which applies upon such sale by the lessor. (See Exhibit E to Craver aff.). It appears to the court that this provision is not "a formula that is reasonable" as required by N.C. Gen. Stat. § 25-2A-504(1) absent an implied duty of mitigation – *i.e.*, to sell at a commercially reasonable price – and thus, that the discovery sought by defendants is relevant to this action.

DONE, this 4th day of December, 2006.

/s/ Susan Russ Walker

SUSAN RUSS WALKER UNITED STATES MAGISTRATE JUDGE